

Colorado Limited Gaming Control Commission
Minutes of Meeting
January 19, 1999

The meeting was called to order by the Chairman of the Colorado Limited Gaming Control Commission, Marilyn Wheeler, at 9:08 a.m. on January 15, 1999, at 1881 Pierce Street, Suite 110, Lakewood, Colorado. Present were Commissioners Dan Hyatt, Shirley Harris, and Phil Walter. Arriving at 10:45 a.m. was Tom Beltz. Also attending were: Director, George Turner; Director of Administration, Tom Kitts; Chief of Investigations, Huck Henderson; Controller, Brent Voge; Budget Officer, Linda Petkash; Deputy Chief of Investigations, Jim Cain; Auditor, Georgine Zalesky; Audit Supervisor, Brenda Davis; Communications and Licensing Director, Don Burmania; Public Information Specialist, Maren Rubino; Investigator, Laura Manning and Craig Shephard; and Assistant Attorney General, Heather Shulman. Persons making presentations or giving testimony were Auditor Flavio Quintana; and Bob Brown, and Pete Mang from the Colorado Bureau of Investigation.

The Vice Chair swore in Craig Shephard, new investigator in Cripple Creek.

The Vice Chair called for a motion to go into executive session at 9:11 a.m. for the purpose of reviewing and considering applications for new and renewal, temporary and permanent licenses and backgrounds of various applicants for gaming licenses. Mr. Walter made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

The Vice Chair recessed the meeting at 10:08 a.m.

The Vice Chair reconvened the meeting into public session at 10:32 a.m.

The Vice Chair called for a motion to issue a permanent retail license for Minter Holdings LLC, dba Johnny Nolon's Saloon & Gambling Emporium. This license shall be effective on February 1, 1999, and expire one year from the date of issuance. The standard conditions for a retail license shall apply. Further, the license shall be conditioned upon the surrender of the current retail license at that location. Mr. Hyatt made the motion. Mr. Walter seconded the motion. The motion was adopted.

The Vice Chair called for a motion to issue a permanent retail license for Southwest Casino & Hotel Corp., dba Uncle Sam's Casino. This license shall be effective at 5:00 p.m. on January 15, 1999, and expire one year from the date of issuance. The standard conditions for a retail license shall apply. Ms. Harris made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

The Chair called for a motion to renew the permanent manufacturer/distributor license of Silicon Gaming-Colorado, Inc. This license shall be issued upon expiration of the current license and expire one year from the date of issuance. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Vice Chair called for a motion to renew the permanent operator license of

International American Gaming Association, Inc. This license shall be issued upon expiration of the current license and expire one year from the date of issuance. Mr. Walter made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

The Vice Chair called for a motion to approve the change of ownership as outlined in the investigative report for Harvey's C.C. Management Co., Inc., dba Harvey's Wagon Wheel Hotel & Casino. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Vice Chair called for a motion to approve the Minutes of the Meeting of December 18, 1998. Ms. Harris made the motion. Mr. Walter seconded the motion. Mr. Hyatt abstained due to his absence at the meeting. The motion was adopted.

Ms. Shulman reviewed with the Commission the Stipulation and Agreement on Creeker's, Womack's Saloon & Gaming Parlor, Womack's Legend, and Double Eagle Casino.

The Vice Chair called for a motion to approve the Stipulation and Agreement in the matter of WMCK Acquisition Corporation, dba Womack's Saloon & Gaming Parlor, and authorize the Vice Chair to sign. Mr. Hyatt made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Vice Chair called for a motion to approve the Stipulation and Agreement in the matter of Century Casinos Cripple Creek, Inc., dba Womack's Legends Casino, and authorize the Vice Chair to sign. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Vice Chair called for a motion to approve the Stipulation and Agreement in the matter of Creeker's Inc., dba Creeker's, and authorize the Vice Chair to sign. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Vice Chair called for a motion to approve the Stipulation and Agreement in the matter of Colorado Casino Resorts, dba Double Eagle Casino, and authorize the Vice Chair to sign. Ms. Harris made the motion. Mr. Walter seconded the motion. The motion was adopted.

Ms. Shulman, Ms. Zalesky and Ms. Davis presented the proposed Orders to Show Cause in the matter of Gold Digger's Casino and the Gold Rush Casino.

The Chair recessed the meeting for lunch at 11:50 a.m.

The meeting reconvened into public session at 1:30 p.m.

Mr. Voge presented the Financial Report and Balance Sheet for the month ending November 30, 1998. The Chair called for a motion to approve and adopt the Financial Reports and Balance Sheet for November 1998 and authorize distribution. Mr. Hyatt made the motion. Ms. Wheeler seconded the motion. The motion was adopted.

Ms. Petkash and Mr. Burmania asked the Commission to postpone the supplemental budget request for the Tribal Gaming Impact Study until the contract was finalized. The Chair called for a motion to postpone the request for supplemental budget request for the Tribal Gaming Impact Study. Mr. Hyatt made the motion. Mr. Walter seconded the motion. The motion was adopted.

There was more discussion of the proposed Orders to Show Cause in the matters of Gold Digger's Casino and the Gold Rush Casino. The Chair called for a motion to approve the Orders to Show Cause in the matters of Gold Digger's Casino and the Gold Rush Casino and authorize the Chair to sign. Mr. Hyatt made the motion. Mr. Walter seconded the motion. The motion was adopted.

Mr. Hyatt made the motion to go into executive session to discuss client matters involving attorney-client privilege. Mr. Walter seconded the motion. The motion was adopted.

There being no further business to come before the Commission, the meeting was adjourned at 3:15 p.m.

Sandie Seegmiller, Secretary

Colorado Limited Gaming Control Commission
Minutes of Meeting
February 19, 1999

The meeting was called to order by the Vice Chair of the Colorado Limited Gaming Control Commission, Marilyn Wheeler, at 9:08 a.m. on February 19, 1999, at 1881 Pierce Street, Suite 110, Lakewood, Colorado. Present were Commissioners Dan Hyatt, Shirley Harris and Phil Walter. Absent and excused was Tom Beltz. Also attending were: Director, George Turner; Director of Administration, Tom Kitts; Chief of Investigations, Huck Henderson; Controller, Brent Voge; Budget Officer, Linda Petkash; Deputy Chief of Investigations, Jim Cain; Chief Auditor, Georgine Zalesky; Communications and Licensing Director, Don Burmania; Public Information Specialist, Maren Rubino; Audit Supervisor: Brenda Davis; and Assistant Attorney General, Heather Shulman. Persons making presentations or giving testimony were: David Minter, from Jilly Billy Bones Casino; Tim Tymkovich, Roger Morris, Mark Brockley. Persons making a presentation in executive session included Mark Wilson and Pete Mang, Colorado Bureau of Investigations.

Mr. Minter from Jilly Billy Bones Casino introduced Ken Adams also from Jilly Billy Bones Casino. Mr. Adams thanked the Commission for the opportunity to do business in Colorado.

Ms. Shulman explained to the Commission that the Notice of Hearing for Gold Diggers and Gold Rush Casino were defective and asked that the Commission reschedule a hearing for another date no sooner than 30 days. Ms. Davis and Ms. Zalesky updated the Commission on the daily activity both of the casinos. Mr. Morris, Mr. Tymkovich, Mr. Brockley, Mr. Lockwood and Ms. Gardener explained their situation and the strides they has made to maintain a minimum bankroll. They asked that the Commission hold the Order of Show Cause in abeyance while they try to sell casinos. The Commission denied the request. The Vice Chair called for a motion to issued an amended Notice of Hearing on the Order to Show Cause for April 7, 1999 at 9:00 a.m. at 1881 Pierce Street. The Commission gave specific instructions to the licensee to notify the Division of Gaming of any withdrawal from the moneys set aside for the minimum bankroll, and notify the Division of Gaming of any NSF checks issued by the casino. Mr. Walter made the motion. The motion was adopted.

Mr. Morris requested discovery on both casinos. After having some discussion on this matter, the Vice Chair called for a motion to deny such request. Mr. Walter made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

Mr. Hyatt made the motion to appoint Tom Beltz as the pre-hearing officer in the Gold Digger's and Gold Rush case. Mr. Walter seconded the motion. The motion was adopted.

The meeting was recessed at 10:45 by Vice Chair Wheeler.

The meeting reconvened at 11:00 a.m. by Vice Chair Wheeler.

Mr. Westphal presented Colorado State Patrol's budget request in the amount of \$1,003,672 for fiscal year 2000, noting this was a continuation of last year's budget. The Vice Chair

called for a motion to approve Colorado State Patrol's budget request in the amount of \$1,003,672 for fiscal year 2000. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

Mr. Cooke presented the Division of Fire Safety's budget request in the amount of \$141,533 for fiscal year 2000. The Vice Chair called for a motion to approve the Division of Fire Safety's budget in the amount of \$141,533. Mr. Hyatt made the motion. Ms. Harris seconded the motion. The motion was adopted.

Mr. Smith presented the Department of Local Affairs's budget in the amount of \$66,738 for fiscal year 2000. The Vice Chair called for a motion to approved Department of Local Affairs's budget in the amount of \$66,738. Ms. Harris made the motion. Mr. Walter seconded the motion. The motion was adopted.

Ms. Petkash and Mr. Turner presented the supplemental budget request in the amount of \$90,400. The Vice Chair called for a motion to appropriate supplemental funds to the Division of Gaming for FY 1999 in the total amount of \$90,400, of which \$26,367 shall be from the Limited Gaming, and \$64,033 shall be pass through funds from the other sponsors to the two Tribal Gaming impact studies. Mr. Walter made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

Ms. Petkash and Mr. Turner presented the fiscal year 2000 Division of Gaming's budget request in the amount of \$7,025,593 with \$96,050 will be pass-through funds from the other sponsors to the two Tribal Impact studies. The Vice Chair called for a motion to approve the fiscal year 2000 Division of Gaming's budget request in the amount of \$7,025,593 with \$96,050 will be pass-through funds from the other sponsors to the two Tribal Impact studies.

Mr. Voge presented the Financial Reports and Balance Sheet for the month ending December 31, 1998. The Vice Chair called for a motion to approve and adopt the Financial Reports and Balance sheet for December 1998 and authorize distribution. Mr. Hyatt made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to approve the Minutes of the Meeting of January 15, 1999. Mr. Walter made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

The Vice Chair recessed the meeting for lunch at 11:50 a.m.

The meeting reconvened into public session at 1:34 p.m. by the Vice Chair.

Mr. Mang presented CBI's budget in the amount of \$642,626, noting that it was a continuation of last year's budget. The Chair called for a motion to approved Colorado Bureau of Investigation's budget request in the amount of \$642,626. Mr. Walter made the motion. Ms. Wheeler seconded the motion. The motion was adopted.

The Vice Chair called for a motion to go into executive session at 1:45 p.m. for the purpose of reviewing and considering applications for new and renewal, temporary and permanent licenses and backgrounds of various applicants for gaming licenses. Mr.

Walter made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

The meeting reconvened into public session at 2:35 p.m. by the Vice Chair.

The Vice Chair calls for a motion to renew the permanent retail license of Colorado Casino Resorts, Inc., dba Creeker's, Inc. This license shall be issued upon expiration of the current license and expire one year from the date of issuance. Mr. Walter made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

The Vice Chair called for a motion to renew the permanent manufacturer/distributor licenses of Novomatic-Colorado, Inc.; WMS Gaming, Inc.; Video King Gaming Systems, Inc.; AGI Distribution, Inc.; and Atronic Casino Technology, Ltd. These licenses shall be issued upon expiration of the current license and expire one year from the date of issuance. Further, the Novomatic and Atronic licenses shall continue to be conditioned upon the licensees and all other related companies immediately reporting to the Division of Gaming any requests by their customers or any other person to participate or facilitate "low value invoicing" or any other fraudulent scheme. In addition, the Video King license shall continue to be conditioned upon neither Kenneth Stuart nor Frank Nannicola having any association or business relationship through Stuart Entertainment, Inc., dba Bingo King Company, Inc., directly or indirectly, with any Colorado Limited Gaming Licensee. Mr. Walter made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

The Vice Chair called for a motion to approve the change of ownership as outlined in the investigative report for Horseshoe Casino, LLC, dba Canyon Casino. Mr. Walter made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

Ms. Shulman presented the Stipulation and Agreements between the Division of Gaming and Sharon McElinney, James P. Rice, Michael Stanley, Pamela Gillespie, and April Wofford.

The Vice Chair called for a motion to approved the Stipulation and Agreement between the Division of Gaming and Sharon McElhinney and authorize the vice chair to sign. Mr. Walter made the motion Mr. Hyatt seconded the motion. The motion was adopted.

The Vice Chair called for a motion to approved the Stipulation and Agreement between the Division of Gaming and James P. Rice and authorize the vice chair to sign. Mr. Walter made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

The Vice Chair called for a motion to approved the Stipulation and Agreement between the Division of Gaming and Michael Stanley and authorize the vice chair to sign. Ms. Harris made the motion Mr. Hyatt seconded the motion. The motion was adopted.

The Vice Chair called for a motion to approved the Stipulation and Agreement between the Division of Gaming and Pamela Gillespie and authorize the vice chair to sign. Mr. Walter made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

The Vice Chair called for a motion to approved the Stipulation and Agreement between the Division of Gaming and April Wofford and authorize the vice chair to sign. Ms. Harris made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

Ms. Shulman presented the proposed Summary Suspension of the license of Charles Shirey. The Chair called for a motion to issue the Summary Suspension in the matter of Charles Shirey, and authorize the vice chair to sign the Order and to set the hearing for March 18, at 9:00 a.m. at 1881 Pierce Street. Mr. Hyatt made the motion. Mr. Walter seconded the motion. The motion was adopted.

Ms. Shulman presented the proposed Order to Show Cause Orders in the matter of Caroline Burry, John Dumbleton, Jr., Andrea Hanna and Bryon Dathe. Ms. Cote, counsel for the licensees was present to request that hearings be scheduled in these matters.

The Vice Chair called for a motion to approve the Order to Show Cause of the license of Carolyn Burry and authorize the vice chair to sign. Mr. Walter made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

The Vice Chair called for a motion to approve the Order to Show Cause of the license of John Dumbleton, Jr. and authorize the vice chair to sign. Mr. Hyatt made the motion. Mr. Wheeler seconded the motion. The motion was adopted.

The Vice Chair called for a motion to approve the Order to Show Cause of the license of Andrea Hanna and authorize the vice chair to sign. Mr. Walter made the motion. Mr. Hyatt and Ms. Harris seconded the motion. The motion was adopted.

The Vice Chair called for a motion to approve the Order to Show Cause of the license of Bryon Dathe and authorize the vice chair to sign. Mr. Walter made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

After approving the Order to Show Causes, Mr. Hyatt suggested that Ms. Seegmiller work with the attorneys and the commission members to set hearing dates mutually agreeable with all parties. Ms. Seegmiller agreed to do so.

There was some discussion of the Petition of Declaratory Order of Leonard H. Ainsworth. Mr. Hyatt made the motion to deny the Petition on the basis that the Court of Appeals vacated the Agreement that the petitioner is referring to, the Commission Order approving the Agreement ceased to have legal effect and may not serve as the basis for a declaratory order and requested that Ms. Shulman make a written order to that affect. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

There being no further business to come before the Commission, the meeting was adjourned at 3:20 p.m.

Colorado Limited Gaming Control Commission
Minutes of Meeting
March 19, 1999

The meeting was called to order by the Chair of the Colorado Limited Gaming Control Commission, Tom Beltz, at 9:08 a.m. on March 19, 1999, at 1881 Pierce Street, Suite 110, Lakewood, Colorado. Present were Commissioners Marilyn Wheeler, Dan Hyatt, Shirley Harris and Phil Walter. Also in attendance were: Director, George Turner; Director of Administration, Tom Kitts; Chief of Investigations, Huck Henderson; Controller, Brent Voge; Budget Officer, Linda Petkash; Deputy Chief of Investigations, Jim Cain; Communications and Licensing Director, Don Burmania; Public Information Specialist, Maren Rubino; Audit Supervisor, Ron Kammerzell; Auditor, Liza Butterfield; and Assistant Attorney General, Heather Shulman. Persons making presentations or giving testimony were: Tim Tymkovich and Chris Whitney. Persons making a presentation in executive session included Mark Wilson and Pete Mang, Colorado Bureau of Investigations.

Mr. Voge presented the Financial Reports and Balance Sheet for the month ending January 31, 1999. The Chair called for a motion to approve and adopt the Financial Reports and Balance sheet for January 1999 and authorize distribution. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

Mr. Tymkovich and Mr. Whitney briefed the Commission on the status of the purchase of the Gold Rush and Gold Diggers casinos. The Commission agreed to change the hearing date for the show cause order from April 7 to April 21. A telephonic meeting is scheduled for April 12 to provide an update and the respondent's answers to the charges are due April 13.

The Chair called for a motion to go into executive session at 9:23 a.m. for the purpose of reviewing and considering applications for new and renewal licenses, both temporary and permanent, and backgrounds of various applicants for gaming licenses. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

The meeting reconvened into public session at 10:45 a.m. by the Chair.

The Chair called for a motion to renew the permanent retail licenses of DEC Inc., dba The Eureka! Ltd.; Ed & Shirley's, Inc, dba The Wild Card Saloon; Golden Rose Partnership, Ltd., dba Golden Rose Casino; Red Dolly, Inc., dba Red Dolly Casino, Inc.; Stage Stop Gaming Hall, Inc., dba Coyote Creek Casino; and Virgin Mule, Inc. These licenses shall be issued upon expiration of the current licenses and expire one year from the date of issuance. Further, the Golden Rose Casino license shall continue to be conditioned upon no adult entertainment being allowed on the licensed premises. Mr. Walter made the motion. Ms. Wheeler seconded the motion. The motion was adopted.

The Chair called for a motion to renew the permanent manufacturer/distributor license of First Choice Coin Distributing Co. This license shall be issued upon expiration of the current license and expire one year from the date of issuance. Mr. Walter made the

motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to issue new permanent retail licenses to Gold Rush I, LLC, dba Gold Rush Hotel and Casino, 209 E. Bennett Ave., Cripple Creek; and Gold Rush I, LLC, dba Gold Diggers Casino, 217 E. Bennett Ave., Cripple Creek. These licenses shall be effective at 5:00 p.m. on March 19, 1999, and expire one year from the date of issuance. Further, the standard conditions for a retail license shall apply. In addition, the licenses shall be conditioned upon surrender of the current retail licenses at the respective locations. Mr. Walter made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

The Chair called for a motion to issue a new permanent manufacturer/distributor license to QuickTrack Gaming, Inc. This license shall be effective at 5:00 p.m. on March 19, 1999, and expire one year from the date of issuance. Ms. Harris made the motion. Ms. Wheeler seconded the motion. The motion was adopted.

The Chair called for a motion to approve the Minutes of the Meeting of February 19, 1999. Ms. Harris made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

Ms. Shulman briefed the Commission on a request she received from David Crocker asking for information on the investigation of Ladbroke Group and to have Huck Henderson deposed regarding this investigation. The Chair called for a motion to deny Mr. Crocker's request. Mr. Walter made the motion. Mr. Hyatt seconded the motion. The motion was adopted.

Ms. Shulman presented the proposed Show Cause Order in the matter of Thomas Ciros. The Chair called for a motion to approve the Order to Show Cause in the matter of Thomas Ciros and authorize the chair to sign. Mr. Walter made the motion. Ms. Wheeler seconded the motion. The motion was adopted.

There being no further business to come before the Commission, the meeting was adjourned at 11:20 a.m.

Cindy Raiolo

Colorado Limited Gaming Control Commission
Minutes of Meeting
April 12, 1999

The meeting was called to order telephonically by Tom Beltz, chairman of the Colorado Limited Gaming Control Commission, at 9:05 a.m. on April 12, 1999, at 1881 Pierce Street, Suite 110, Lakewood, Colorado. Present telephonically were Commissioners Marilyn Wheeler, Dan Hyatt, Shirley Harris and Phil Walter. Also in attendance were: Acting Director of the Colorado Division of Gaming, Tom Kitts; Acting Director of Administration, Linda Petkash; Assistant Attorney General, Heather Shulman; Chief Auditor, Georgine Zalesky; Audit Manager, Brenda Davis; and Communications and Licensing Director, Don Burmania. Making presentations or giving testimony was Attorney for Respondent, Tim Tymkovich.

Ms. Shulman presented proposed stipulations and agreements between the Division of Gaming and Cripple Creek Development Co., dba Gold Rush Hotel & Casino, and Blue Building Development, Inc., dba Gold Diggers.

Mr. Tymkovich stated the sale of the casinos was completed, and his client had surrendered the licenses for the two casinos and returned to South Dakota.

The Chair called for a motion to approve the Stipulation and Agreement between the Division of Gaming and Cripple Creek Development Co., dba Gold Rush Hotel & Casino, License No. L15-05948-0001, and authorize the Vice Chair to sign the Stipulation and Agreement on behalf of the Commission. Mr. Hyatt made the motion. Mr. Walter seconded the motion. The motion was adopted in a roll call vote.

The Chair called for a motion to approve the Stipulation and Agreement between the Division of Gaming and Blue Building Development, Inc., dba Gold Diggers, License No. L15-05970-0001, and authorize the Vice Chair to sign the Stipulation and Agreement on behalf of the Commission. Mr. Hyatt made the motion. Mr. Walter seconded the motion. The motion was adopted in a roll call vote.

Mr. Kitts stated the approval of the stipulations vacated the hearing scheduled for April 21, 1999.

With no further matters to be brought before the Commission, the meeting was adjourned at 9:12 a.m.

Cindy Raiolo

Colorado Limited Gaming Control Commission
Minutes of Meeting
April 21, 1999

The meeting was called to order by the Chair of the Colorado Limited Gaming Control Commission, Tom Beltz, at 9:10 a.m. on April 21, 1999, at 1881 Pierce Street, Suite 110, Lakewood, Colorado. Present were Commissioners Marilyn Wheeler, Shirley Harris, Phil Walter and Natalie Meyer. Also in attendance were: Department of Revenue Senior Director, George Turner; Acting Director, Tom Kitts; Chief of Investigations, Huck Henderson; Controller, Brent Voge; Acting Director of Administration, Linda Petkash; Deputy Chief of Investigations, Jim Cain; Communications and Licensing Director, Don Burmania; Public Information Specialist, Maren Rubino; Chief Auditor, Georgine Zalesky; Audit Supervisor, Ron Kammerzell; Auditors, Sharon Novacek, Kathy Marten; Investigators Vic Freburg, Laura Manning, and Ken Fransk; and Assistant Attorney General, Ceri Williams. Persons making presentations or giving testimony were: Lois Rice Colorado Casino Owners Association; and Renny Fagan, Attorney General's Office. Persons making a presentation in executive session included Mark Wilson, Bob Brown and Patrick Maroney, Colorado Bureau of Investigations.

The Chair introduced Ms. Meyer as a new Commissioner. The Chair also acknowledged Mr. Kitts as the Acting Director for the Division of Gaming. Mr. Kitts introduced Cindy Raiolo as the new assistant to Mr. Kitts, Mr. Turner and the Commission. He also announced Ms. Petkash is the Acting Director of Administration.

Mr. Fagan gave a brief speech to the Commission regarding his new duties at the Attorney General's Office.

Ms. Rice updated the Commission on two projects, Operation Bet Smart and Project 21. She stated the Casino Owners Association has trained 1,100 casino employees. She thanked the Commission for their support of these programs.

Mr. Kitts introduced the State Auditors who are conducting an audit of the Division of Gaming. Francile Beights is managing the audit along with the auditors, Patrick Mitchell and Julie Geske.

The Chair called for a motion to go into executive session at 9:25 a.m. for the purpose of reviewing and considering applications for new and renewal licenses, both temporary and permanent and backgrounds of various applicants for gaming licenses.

The meeting reconvened into public session at 11:20 p.m. by the Chair.

The Chair called for a motion to renew the permanent retail licenses of Dedicated International, Inc. dba Black Hawk Station; Pioneer Group, Inc., Buffalo Billy's Casino; Harvey's C.C. Management Co., Inc., Harveys Wagon Wheel Hotel & Casino; Jazz Alley Casino, Inc., Jazz Alley Casino; and Black Hawk/Jacobs Entertainment LLC, dba The Lodge Casino at Black Hawk. These licenses shall be issued upon expiration of the current licenses

and expire one year from the date of issuance. Ms. Wheeler made the motion. Mr. Walter seconded the motion. The motion was adopted.

The Chair called for a motion to issue a new permanent retail license to BWBP, Inc., dba Bullpen Sports Casino, 125 Gregory Street, Black Hawk. This license shall be effective at 5:00 p.m. on April 21, 1999, and expire one year from the date of issuance. Further the standard conditions for a retail license shall apply. In addition, the license shall be conditioned upon surrender of retail license number L15-07947-0001 held by BWCC, Inc., dba Bullwhackers Central City Casino. Ms. Wheeler made the motion. Mr. Walter seconded the motion. The motion was adopted.

The Chair on behalf of the Commission recognized George Turner with a plaque with his retired Director badge. The Chair and Mr. Kitts gave a brief speech recognizing Mr. Turner and his accomplishments.

The Chair also recognized Sandie Seegmiller with a pen set and thanked her for her professionalism throughout the years.

The Chair called for a motion to open rulemaking amendments to Regulation 47.1-1401. Mr. Walter made the motion. Ms. Wheeler seconded the motion. The motion was adopted.

Mr. Voge presented the Statement of Gaming Revenues Gaming Taxes and Expenditures (unaudited) for the eight months ended February 28, 1999. Mr. Voge asked for approval and dissemination of the statements and authorize distribution. The Chair called for a motion to approve the financial statements. Ms. Wheeler made the motion. Mr. Walter seconded the motion. The motion was adopted.

The Chair called for a motion to approve the Minutes of the Meetings of March 19, 1999 and April 12, 1999. Ms. Wheeler made the motion. Ms. Harris seconded the motion. The motion was adopted.

Mr. Kitts announced the Commission meeting on July 16, 1999 will be held in Central City and the meeting on August 20, 1999 will be in Cripple Creek. Mr. Beltz will be the hearing officer for a hearing scheduled for June 16, 1999. There will be a telephonic conference call on May 7, 1999 at 9:00 a.m. regarding possible stipulations and agreements.

The Chair requested that discussion of common ownership tax analysis, complete with a presentation by the Division of Gaming, be placed on a future agenda.

There being no further business to come before the Commission, the meeting was adjourned at 12:15 p.m.

Cindy Raiolo

Colorado Limited Gaming Control Commission
Minutes of Meeting
May 7, 1999

The meeting was called to order telephonically by the Colorado Limited Gaming Control Commission, at 9:05 a.m. on May 7, 1999, at 1881 Pierce Street, Suite 110, Lakewood, Colorado. Present telephonically were Commissioners Shirley Harris, Natalie Meyer and Phil Walter. Also in attendance were: Acting Director of the Colorado Division of Gaming, Tom Kitts; Acting Director of Administration, Linda Petkash; Assistant Attorney General, Heather Shulman; and Assistant to the Commission, Cindy Raiolo.

Ms. Shulman updated the Commission on the disposition of Order to Show Cause SC9903, Andrea Hanna, SC9904, John Dumbleton, SC9905, Carolyn Burry, and SC9906, Bryon Dathe. Upon meeting with licensees' legal counsel, the Division recommended to the Commission that the Orders to Show Cause for Hanna, Burry and Dathe be changed to Assurances of Voluntary Compliance between the Division and the licensees.

The Division recommended to the Commission a Stipulation and Agreement SA990013 that requires Mr. Dumbleton pay a fine of \$500; \$100 to be paid by May 21, 1999, \$100 to be paid by June 21, 1999, \$100 to be paid by July 21, 1999, \$100 to be paid by August 21, 1999 and \$100 to be paid by September 21, 1999. The Licensee is also required to read and follow all of the Colorado Limited Gaming Rules and Regulations, Colorado Limited Gaming Act, Article 47.1, C.R.S., and Rule 8, the Rules of Blackjack.

Mr. Walter called for a motion to approve the Stipulation and Agreement between the Colorado Limited Gaming Control Commission and John Henry Dumbleton, SA99013 also authorizing Ms. Wheeler to sign the Stipulation and Agreement on behalf of the Commission and to approve the Assurances of Voluntary Compliance between the Division of Gaming and Andrea Lynn Hanna VA99019, Carolyn Corlies Burry VA99021, Bryon Lee Dathe VA99023. Mr. Walter made the motion. Ms. Meyer seconded the motion. The motion was adopted in a roll call vote.

Mr. Kitts stated the approval of the Stipulation and Agreement and the three Assurances of Voluntary Compliance vacated the hearings scheduled for May 17, 18, & 19, 1999.

With no further matters to be brought before the Commission, the meeting was adjourned at 9:30 a.m.

Cindy Raiolo

Colorado Limited Gaming Control Commission

Minutes of Meeting

May 20, 1999

The meeting was called to order by the Vice Chair of the Colorado Limited Gaming Control Commission, Marilyn Wheeler, at 8:35 a.m. on May 20, 1999, at 1881 Pierce Street, Suite 110, Lakewood, Colorado. Present were Commissioners Shirley Harris and Phil Walter. Present at 9:00 a.m. was Chairman Tom Beltz. Absent and excused was Commissioner Natalie Meyer. Also in attendance were: Acting Director of the Division of Gaming, Tom Kitts; Chief of Investigations, Huck Henderson; Controller, Brent Voge; Acting Director of Administration, Linda Petkash; Deputy Chief of Investigations, Jim Cain; Communications and Licensing Director, Don Burmania; Public Information Specialist, Maren Rubino; Audit Supervisor, Ron Kammerzell; Auditor, Sharon Novacek; Investigators, Vic Freburg and Laura Manning; and Assistant Attorney General, Heather Shulman. Persons making presentations or giving testimony were: Webb Sill and Donna Martin, Gilpin County; Debbie Taylor and Jim Drinkhouse, City of Central; Bruce Nilemo, Richard Reynolds, Matthew Reay and Bob Torres, Department of Revenue; Kevin Taylor and Susan Brienza, Coalition to Preserve Colorado's Past; Ed Perlmutter, State Senator; Dr. Thomas Noel, University of Colorado-Denver; Stuart Boulter, Martin Lays and Ann Dodson, casino owners; Guerin Green, Gilpin Gazette-Crusade; Martin Skagerberg, City of Central; Kip Peterson and Paul Harris, City of Cripple Creek; Lynette Hailey and Jim Maloney, City of Black Hawk; and Ron Cattany and Dave Bucknam, Department of Natural Resources. Persons making a presentation in executive session included Susan Kitchen and Bob Brown, Colorado Bureau of Investigations.

The Vice Chair called for a motion to go into executive session at 8:35 a.m. to review licensing investigative reports. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was approved.

The meeting was reconvened into public session at 9:05 a.m.

The Chair called for a motion to excuse the absence of Commissioner Meyer. Ms. Wheeler made the motion. Mr. Walter seconded the motion. The motion was approved.

The Chair called for a motion to renew the permanent retail licenses of Global Casinos, Inc., dba Bull Durham Saloon & Casino; Holland Ventures, Inc., dba J.P. McGill's Hotel and Casino; Casino Holdings, Inc., dba The Brass Ass; WMCK Acquisition Corp., dba Womack's Saloon & Gaming Parlor; The Lay's Palace, Ltd., dba The Palace Hotel, Ltd.; and Imperial Gaming Corp., dba Imperial Casino and Hotel Corp. These licenses shall be issued upon expiration of the current licenses and expire one year from the date of issuance. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to renew the permanent manufacturer/distributor licenses of CDS Services Company, dba CDS Services Company, and Western Money Systems, dba Western Money Systems, Inc. These licenses shall be issued upon expiration of the current licenses and expire one year from the date of issuance. Ms. Harris made the motion. Ms. Wheeler seconded the motion. The motion was adopted.

The Chair called for a motion to renew the permanent operator license of John A. Schaffer. This license shall be issued upon expiration of the current licenses and expire one year from the date of issuance. Ms. Harris made the motion. Ms. Wheeler seconded the motion. The motion was adopted.

The Chair called for a motion to renew the permanent retailer license of, and approve the change of ownership as outlined in the investigative report for, Terry's Cafe Limited Partnership, dba Maverick's Casino & Steakhouse. This license shall be issued upon expiration of the current licenses and expire one year from the date of issuance. Ms. Wheeler made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to approve the change of ownership as outlined in the investigative report for G.F. Gaming Corporation, dba Famous Bonanza Casino Corp. Ms. Wheeler made the motion. Mr. Walter seconded the motion. The motion was adopted.

The Chair called for a motion to issue a new permanent manufacturer/distributor license to PDS Financial Corp.–Colorado, dba PDS Financial Corporation–Colorado. This license shall be effective at 5:00 p.m. on May 20, 1999, and expire one year from the date of issuance. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to open and continue hearings on proposed amendments to Colorado Gaming Regulation 47.1-1401, Gaming and Device Taxes. Ms. Wheeler made the motion. Mr. Walter seconded the motion. The motion was adopted.

Mr. Sill and Ms. Martin testified to the impacts of gaming on Gilpin County, noting that the Limited Gaming Funds the county receives have adequately addressed gaming-related impacts and that the county has encouraged special districts to participate in the Local Government Impact Fund program.

Ms. Taylor testified the City of Central is undertaking efforts to diversify its economy to attract people to the city for other reasons than gaming because the decline of gaming in the city has adversely affected the city's revenue base.

The meeting was recessed at 10:10 a.m.

The meeting reconvened at 10:35 a.m.

Mr. Drinkhouse testified the City of Central could not afford to lose any more casinos because of the corresponding loss of device fee revenue to the city.

Mr. Nilemo testified the Department of Transportation would be requesting \$6,589,0000 from the Joint Budget Committee for fiscal year 2001 to offset gaming-related impacts to state highways. Mr. Reay detailed projects in Region 1 near Black Hawk and Central City that would be undertaken with those funds. Mr. Reynolds detailed projects in Region 5 near Cripple Creek. Mr. Torres detailed projects in Region 2 near the tribal gaming operations.

Mr. Taylor directed testimony from the Coalition to Preserve Colorado's Past, which requested the Commission consider giving an exemption from gaming taxes and device fees to casinos earning less than \$10 million that operate in historical buildings. The testimony included direct testimony, tape recorded legislative history and letters from concerned parties.

Sen. Perlmutter testified Senate Bill 232 was passed to address concerns with the voters' intent that gaming maintain the historical integrity of the three gaming communities, and is a stop-gap measure to address inadequacies in the constitutional distribution of gaming funds.

Ms. Brienza testified to the Commission's legal authority to provide tax exemptions to encourage historical preservation.

Dr. Noel testified as to the definition of historical buildings.

The meeting was recessed for lunch at 12:35 p.m.

The meeting was reconvened into public session at 1:35 p.m.

Mr. Boulter, Mr. Lays and Ms. Dodson testified to the cost of refurbishing historical buildings and to the impact that a tax exemption would have on the viability of casinos in historical structures.

Mr. Green and Mr. Skagerberg testified to the declining economic condition of Central City casinos.

The Commission requested Ms. Brienza provide written narrative outlining the Commission's authority to provide tax exemptions for historical buildings.

Mr. Peterson and Mr. Harris testified to the activities of the city of Cripple Creek, including the Main Street Project.

Ms. Hailey reviewed with the Commission a report from the city of Black Hawk that had been provided prior to the meeting. Mr. Maloney addressed concerns Black Hawk has with the authority and activities of the Colorado Bureau of Investigations.

Mr. Nilemo testified the Department of Natural Resources would be requesting \$139,665 from the Joint Budget Committee for fiscal year 2001 to offset gaming-related impacts. Mr. Bucknam gave a presentation on mine reclamation projects in the gaming areas.

The Chair called for a motion to close hearings on proposed amendments to Colorado Gaming Regulation 47.1-1401 and continue these hearings on June 17, 1999, at 9:00 a.m. at 1881 Pierce Street, Suite 110, Lakewood. Ms. Harris made the motion. Mr. Walter seconded the motion. The motion was adopted.

Mr. Voge presented the Statement of Gaming Revenues Gaming Taxes and Expenditures for the Nine Months ended March 31, 1999. The Chair called for a motion to approve the Statement of Gaming Revenues Gaming Taxes and Expenditures for the Nine Months ended March 31, 1999, and authorize its distribution. Ms. Wheeler made the motion. Mr. Walter seconded the motion. The motion was adopted.

The Chair called for a motion to approve the minutes of the Gaming Commission meeting of April 21, 1999. Ms. Wheeler made the motion. Ms. Harris seconded the motion. The motion was adopted.

Ms. Petkash presented memorandums of understanding (MOUs) between the Commission and various state agencies for fiscal year 2000. The Chair called for a motion to approve the fiscal year 2000 MOUs between the Commission and the Department of Local Affairs, Colorado Bureau of Investigations, Division of Fire Safety and the Colorado State Patrol, and authorize the Chair to sign on behalf of the Commission. Mr. Walter made the motion. Ms. Wheeler seconded the motion. The motion was adopted.

The Chair called for a motion to certify that the following requests to the Joint Budget Committee for fiscal year 2001 were considered by the Commission when it sets the gaming tax rate starting July 1, 1999, and were deemed to be gaming-related: Judicial Department, \$266,410; Natural Resources, \$111,665; Public Health & Environment, \$51,497; and Department of Transportation, \$6,589,000. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to go into executive session at 4:10 p.m. to review reports from the Investigations and Enforcement Section of the Division of Gaming and from the Colorado Bureau of Investigations. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair announced that the Commission had concluded its public business and would adjourn upon completion of the executive session.

There being no further business to come before the Commission, the meeting was adjourned at 5:10 p.m.

Cindy Raiolo

Colorado Limited Gaming Control Commission
Minutes of Meeting
June 17, 1999

The meeting was called to order by the Chair of the Colorado Limited Gaming Control Commission, Tom Beltz, at 9:10 a.m. on June 17, 1999, at 1881 Pierce Street, Suite 110, Lakewood, Colorado. Present were Commissioners Shirley Harris, Phil Walter, Marilyn Wheeler and Natalie Meyer. Also in attendance were: Director of the Division of Gaming, Tom Kitts; Senior Director of Enforcement, George Turner; Chief of Investigations, Huck Henderson; Acting Director of Administration, Linda Petkash; Communications and Licensing Director, Don Burmania; Public Information Specialist, Maren Rubino; Accountant, Janet Ford; Chief Auditor, Georgine Zalesky; Audit Supervisor, Ron Kammerzell; Auditor, Kathy Marten; Investigator Laura Manning; and Assistant Attorney General, Heather Shulman. Persons making presentations or giving testimony were: Jim Huyghebaert and Susan Conwell, Department of Revenue; Greg Winkler and Laurie Litwin, Teller County; Kevin Taylor and Susan Brienza, Coalition to Preserve Colorado's Past; Guerin Green, Western Research Group; Betty Chronic, Advisor Emeritus for National Historical Preservation; Ed Meier and Larry Barton, Duree & Company; Mark Grueskin, Colorado Casino Owners Association; Scott Rhoda, Brass Ass, Midnight Rose and J.P. McGill's casinos; Joan C. Littlefield, support license applicant; and Cliff Hypsher, attorney representing Ms. Littlefield.

The Chair called for a motion to open and continue hearings on proposed amendments to Colorado Gaming Regulation 47.1-1401, Gaming and Device Taxes. Mr. Walter made the motion. Ms. Meyer seconded the motion. The motion was adopted.

Mr. Huyghebaert and Ms. Conwell provided analysis of casino financial information.

The meeting was recessed at 10:20 a.m.

The meeting reconvened at 10:35 a.m.

Mr. Winkler and Ms. Litwin testified Teller County is meeting its impact needs through its direct distribution from the Limited Gaming Fund and its participation in the Local Government Impact Fund program. They testified the county would support a tax decrease to casinos as long as the county continued to receive the same level of funding.

Mr. Taylor and Ms. Brienza testified the Commission had the legal authority to consider granting an exemption from gaming taxes and device fees to casinos that are in historical buildings. They also agreed with the opinion stated by Ms. Shulman that providing such an exemption would likely survive any equal protection challenge.

Mr. Green testified a tax exemption given to casinos in historical buildings would have minimal impact on gaming tax revenues to the State.

Ms. Chronic testified buildings in Black Hawk, Central City and Cripple Creek are periodically evaluated to determine their historical designation and that a list of historical buildings is readily available from the State Historical Society.

The Commission restated a request from the Chair from the May meeting to know the members of the Coalition to Preserve Colorado's Past. Mr. Taylor stated that he was not authorized to give this information, but would consult with his clients.

The meeting was recessed at 12:00 p.m.

The meeting was reconvened into public session at 1:40 p.m.

The Commission discussed the propriety of viewing and accepting unsworn videotape testimony. Mr. Walter made a motion not to view the tape. Ms. Harris seconded the motion. The motion was adopted.

Mr. Walter made a motion for the Commission to request the identity of Mr. Taylor's clients and to strike the Coalition's testimony from the record if such disclosure was not made. Ms. Wheeler seconded the motion. The motion was adopted.

Mr. Taylor told the Commission that his clients are all small casinos in Central City, Black Hawk and Cripple Creek. After discussion, Mr. Walter withdrew the previous motion. Ms. Wheeler also withdrew her second to the motion.

Mr. Meier and Mr. Barton gave testimony regarding the financial condition of casinos.

Mr. Grueskin presented a proposed tax structure to the Commission on behalf of the Colorado Casino Owners Association. He noted that he asked the Department of Revenue to run revenue projections based upon the proposed tax structure and anticipated growth in the industry, and these projections show that casinos will pay \$77.0 million in taxes in fiscal year 2000, compared to a projected \$74.1 million in fiscal year 1999.

The meeting was recessed at 3:15 p.m.

The meeting reconvened at 3:25 p.m.

Mr. Rhoda testified smaller casinos benefited by marketing dollars spent by his casinos and also testified about the reasons for having multiple licenses.

Mr. Walter made the motion that the hearings on proposed amendments to Colorado Regulation 47.1-1401, Gaming and Device Taxes be closed and continued to Friday, July 18, at 9:00 a.m. Ms. Meyer seconded the motion. The motion was adopted.

Mr. Hypsher argued for a request to stay of the notice of denial for the license of Ms. Littlefield and to reinstate her license until the final outcome of the denial action. Ms. Shulman argued that the request for stay was not properly noticed and that the stay was in the hands of the bankruptcy court.

The Chair called for a motion to go into executive session at 4:32 p.m. for the purpose of discussing the request for stay of action against Ms. Littlefield's license. Ms. Meyer made the motion. Mr. Walter seconded the motion. The motion was adopted.

The meeting was reconvened into public session at 5:35 p.m.

The Commission continued any further discussion on the request for stay until Friday, July 18, at 1:30 p.m.

With no further matters to be brought before the Commission, the meeting was adjourned at 5:45 p.m.

Cindy Raiolo

Colorado Limited Gaming Control Commission
Minutes of Meeting
June 18, 1999

The meeting was called to order by the Vice Chair of the Colorado Limited Gaming Control Commission, Marilyn Wheeler, at 9:04 a.m. on June 18, 1999, at 1881 Pierce Street, Suite 110, Lakewood, Colorado. Present were Commissioners Shirley Harris, Phil Walter, Marilyn Wheeler and Natalie Meyer. Chair Tom Beltz was present at 9:45 a.m. Also in attendance were: Director of the Division of Gaming, Tom Kitts; Senior Director of Enforcement, George Turner; Chief of Investigations, Huck Henderson; Deputy Chief, Jim Cain; Acting Director of Administration, Linda Petkash; Communications and Licensing Director, Don Burmania; Public Information Specialist, Maren Rubino; Accountant, Janet Ford; Chief Auditor, Georgine Zalesky; Investigators, Vic Freburg and Kendal Dittmer; Agent In Charge of the Central City office, Jim Huskey ;and Assistant Attorney General, Heather Shulman. Persons making presentations or giving testimony were: Susan Brienza, Coalition to Preserve Colorado's Past; Jim Huyghebaert and Susan Conwell, Department of Revenue; Ed Meier and Larry Barton; Duree & Company; Mark Grueskin, Colorado Casino Owners Association; Joan C. Littlefield, support license applicant; Cliff Hypsher, attorney representing Ms. Littlefield; Chuck Bonniwell, legal counsel to a lobbying forum; and Ann Dodson, casino owner.

Ms. Wheeler called for a motion to go into executive session to review reports from the Investigations and Enforcement Section, and the Audit Section of the Division of Gaming and from the Colorado Bureau of Investigation. Ms. Meyer made the motion. Mr. Walter seconded the motion. The motion was approved.

The meeting was reconvened into public session at 9:40 a.m.

The Vice Chair called for a motion to renew the permanent retail licenses of Doc Holliday, Inc., dba Doc Holliday, Ltd.; Grimes Gaming Corp., dba Easy Street Casino; 101 Main Street Limited Liability Company, dba Fitzgerald's Casino; and Richman Properties, LLC, The Richman Casino. These licenses shall be issued upon expiration of the current licenses and expire one year from the date of issuance. Mr. Walter made the motion. Ms. Meyer seconded the motion.

Ms. Brienza provided the Commission with a list of the Coalition's membership and indicated a list of historical buildings in Central City, Black Hawk and Cripple Creek would be delivered shortly. She stated she believed it was improper for the Commission to request the list of her firm's clients and to not accept unsworn testimony on the previous day.

The Chair restated the previous motion and second. The motion was adopted.

The Chair called for a motion to renew the permanent manufacturer/distributor licenses of Video Lottery Consultants, Inc., dba VLC; and Freomara LLC, dba Freomara LLC. These licenses shall be issued upon expiration of the current licenses and expire one year from the date of issuance. Ms. Harris made the motion. Mr. Walter seconded the motion. The motion was adopted.

The Chair called for a motion to renew the permanent operator and retailer licenses of Concorde Cripple Creek, Inc., dba Golden Gates Casino. These licenses shall be issued upon expiration of the current licenses and expire one year from the date of issuance. Ms. Harris made the motion. Mr. Walter seconded the motion. The motion was adopted.

Ms. Ford presented the Statement of Gaming Revenues Gaming Taxes and Expenditures for the Ten Months ended April 30, 1999. The Chair called for a motion to approve the Statement of Gaming Revenues Gaming Taxes and Expenditures for the Ten Months ended April 30, 1999 and authorize its distribution. Ms. Meyer made the motion. Mr. Walter seconded the motion. The motion was adopted.

Ms. Ford presented a request to transfer funds within the Division's lines of spending authority to cover anticipated charges from the State Auditor's Office. Ms. Meyer requested the Division negotiate with the Auditor's Office to reduce costs. Mr. Kitts agreed to meet with the Auditor's Office. The Chair called for a motion to authorize the Division of Gaming to transfer funds in an amount not to exceed \$37,000 from its passthrough spending authority to its personal services authority for the purpose of making payment to the State Auditor's Office after re-negotiating the cost of the audit. Ms. Meyer made the motion. Mr. Walter seconded the motion. The motion was adopted.

The Chair called for a motion to adopt Resolution No. 99-01 giving the Division of Gaming the authority to release information to API Services, Inc., regarding Ladbroke Gaming Corporation. Mr. Walter made the motion. Ms. Meyer seconded the motion. The motion was adopted.

The Chair called for a motion to go in to executive session at 10:30 a.m. for the purpose of receiving confidential financial and individual tax information on various casinos. Mr. Walter made the motion. Ms. Meyer seconded the motion. The motion was adopted.

The meeting was reconvened into public session at 1:47 p.m.

Ms. Shulman argued Ms. Littlefield was not entitled to retain her gaming support license under the Administrative Procedures Act until the outcome of the denial proceedings because she had not timely filed her renewal application 30 days prior to its expiration. Mr. Hypsher argued Ms. Littlefield had timely filed because the Division by practice accepts renewal applications until the day they expire.

The Chair called for a motion to go into executive session at 2:09 p.m. to confer with conflict counsel Greg Carson regarding the denial process of Ms. Littlefield's license. Mr. Walter made the motion. Ms. Wheeler seconded the motion. The motion was adopted.

The meeting was reconvened into public session at 2:17 p.m.

The Chair announced the Commission decided to allow Ms. Littlefield to retain her license until the outcome of the denial hearing to be held July 15, 1999, at 9:00 a.m.

The Chair announced the Commission had not viewed the membership list from the Coalition to Preserve Colorado's Past and directed Ms. Shulman to return the list to Ms. Brienza, informing her the Commission did not view the list. The Chair also requested Mr. Kitts place on a future agenda consideration of a proposed rule that will address the issue of revealing members of groups that come before the Commission.

Mr. Grueskin provided additional testimony regarding the current tax structure and the Colorado Casino Owners' proposed tax structure.

Mr. Meier and Mr. Barton provided their final analysis of the tax setting process.

Mr. Bonniwell testified he did not believe it was proper for the Commission to request the membership list from the Coalition to Preserve Colorado's Past.

Ms. Dodson testified the Coalition's tax abatement proposal was necessary to help casinos in historical buildings survive.

The Commission commenced deliberations on the gaming tax rates and device fees.

Ms. Meyer made a motion to eliminate the annual state device fee of \$75 as of July 1, 1999. Ms. Harris seconded the motion. The motion was adopted.

Mr. Walter made the motion to adopt the following tax structure to be effective July 1, 1999:

- 0.25 percent on the first \$2 million in adjusted gross proceeds (AGP);
- 2 percent from \$2 million to \$4 million,
- 4 percent from \$4 million to \$5 million,
- 11 percent from \$5 million to \$10 million,
- 16 percent from \$10 million to \$15 million, and
- 20 percent above \$15 million

Ms. Meyer seconded the motion. The motion was adopted on a 4-1 vote, with the Chair opposed.

The Division presented a gift and cake to the Chair to commemorate his years of service to the Commission.

With no further matters to be brought before the Commission, Mr. Walter made the motion to adjourn. Ms. Harris seconded the motion. The motion was adopted. The meeting was adjourned at 4:15 p.m.

Cindy Raiolo

Colorado Limited Gaming Control Commission
Minutes of Meeting
July 16, 1999

The meeting was called to order by the Vice Chair of the Colorado Limited Gaming Control Commission, Marilyn Wheeler, at 9:07 a.m. on July 16, 1999, at Isle of Capri Casino, 401 Main Street, Black Hawk, Colorado. Present were Commissioners Shirley Harris, Phil Walter, Marilyn Wheeler and Natalie Meyer. Also in attendance were: Director of the Division of Gaming, Tom Kitts; Senior Director of Enforcement, George Turner; Chief of Investigations, Huck Henderson; Acting Director of Administration, Linda Petkash; Public Information Specialist, Maren Rubino; Controller, Brent Voge; Chief Auditor, Georgine Zalesky; Auditor, Flavio Quintana; Auditor Michael Duren; Investigators, Vic Freburg, Steve Barber, Nick Reisdorff, Mike Lask and Tom Fears. Agent In Charge of the Central City Office, Jim Huskey; Agent In Charge of the Lakewood office, Phil Wargo, and Assistant Attorneys General, Heather Shulman and Ceri Williams. Visiting from the Manitoba Gaming Control Commission were, Dale Fuga, Kadri Irwin and Brent Lusty. Persons making a presentations or giving testimony were: Ann Dodson, Coalition to Preserve Colorado's Past; Ross Grimes; Lynette Haley, Roger Baker, Meril Wilson and Tom Moore, City of Black Hawk; Chris Whitney. Persons making a presentation in executive session were: Bob Cantwell, Pete Mang; Colorado Bureau of Investigation.

Ms. Wheeler called the meeting to order and turned the meeting over to Ms. Shulman for the purpose of electing a new Chairman. Ms. Shulman moved to open the voting. Mr. Walter made the motion to nominate Ms. Wheeler to be the new Chairman. Ms. Harris seconded the motion. The motion was adopted. A vote was taken and Ms. Wheeler was elected Chairman by a unanimous vote. Ms. Shulman moved to close the voting and declare Ms. Wheeler as the new Chairman. Mr. Walter seconded the motion. The motion was adopted.

Ms. Shulman opened the voting for a new Vice Chairman. Ms. Harris nominated Ms. Meyer. A vote was taken Ms. Meyer was elected Vice Chairman by a unanimous vote. Ms. Shulman moved to close the voting and declare Ms. Meyer as the new Vice Chairman with unanimous yes votes. Mr. Walter seconded the motion. The motion was adopted.

Ms. Wheeler opened the meeting up to anyone who wanted to address the Commission. Ms. Dodson addressed the Commission on behalf of the Coalition to Preserve Colorado's Past. Ms. Dodson gave testimony regarding historical buildings and would like the Commission to consider adopting some definitions of historical buildings. In addition, Ms. Dodson would like the Commission to consider doing an impact study of how new buildings will affect the historic districts and the environment before a license is issued to a new establishment. Ms. Dodson thought this would enable those impacted the opportunity to testify before the Commission prior to the license being issued.

Ms. Wheeler called for a motion to go into executive session at 9:25 a.m. to review reports from the Investigations and Enforcement Section, and the Audit Section of the Division of Gaming and from the Colorado Bureau of Investigation. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion carries. Mr. Kitts made a request to the Commission that

Brent Lusty, Dale Fuga and Kadri Irwin of the Manitoba Gaming Control Commission be allowed to stay in executive session since the Division does have a MOU with this agency. The Commission approved this request.

The meeting was reconvened into public session at 10:55 a.m.

The Chair called for a motion to renew the permanent retail licenses of Colorado Casino Resorts Inc., dba Double Eagle Resorts Inc.; Golden Rose Partnership, Ltd., dba Golden Rose Casino. These licenses shall be issued upon expiration of the current licenses and expire one year from the date of issuance. Mr. Walter made the motion. Ms. Meyer seconded the motion. The motion was adopted.

The Chair called for a motion to renew the permanent manufacturer/distributor licenses of Aristocrat Inc., dba Aristocrat, Inc.; Bally Gaming, Inc., dba Bally Gaming and Systems; IGT, dba IGT; IGT-Colorado Corp. dba IGT-Colorado Corp.; Royal Bell, Ltd., dba Royal Bell; Sigma Gaming Inc., dba Sigma Game, Inc.; and Universal Distributing of Nevada, Inc., Universal Distributing of Nevada Inc. These licenses shall be issued upon expiration of the current licenses and expire one year from the date of issuance. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to renew the permanent operator licenses of Earl Wallace Neudecker, dba Earl Wallace Neudecker and Rocky Mountain Gaming Equipment Limited Liability Company, dba Rocky Mountain Gaming Equipment LLC. These licenses shall be issued upon expiration of the current license and expire one year from the date of issuance. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to approve the change of ownership as outlined in the investigative report and issue the permanent manufacturer/distributor license of Sodak Gaming Colorado, Inc., dba Sodak Gaming Colorado, Inc. This license shall expire one year from the date of issuance. Mr. Walter made the motion. Ms. Meyer seconded the motion. The motion was adopted.

The Chair called for a motion to issue a new permanent retail license to Global Central Corporation, dba Toll Gate Casino. This license shall be effective at 5:00 p.m. on July 16, 1999, and expire one year from the date of issuance. Further, the standard conditions for a retail license shall apply. Ms. Harris made the motion. Mr. Walter seconded the motion. The motion was adopted.

The Chair called for a motion to approve the Statement of Gaming Revenues, Gaming Taxes and Expenditures for the 11 Months ended May 31, 1999, and authorize its distribution. Mr. Walter made the motion. Ms. Meyer seconded the motion. The motion was adopted.

The Chair called for a motion to adopt the minutes of the Gaming Commission meetings of June 17, 1999 and June 18, 1999. Ms. Harris made the motion. Ms. Meyer seconded the motion. The motion was adopted.

Mr. Kitts addressed the Commission regarding the following administrative matters: Michael Duren is a new Auditor with the Division of Gaming. The Chair swore in both Investigators Mike Lask and Tom Fears. Ms. Shulman will be leaving state employment and Ceri Williams will be her replacement. It was proposed and accepted by the Commission that Commission meetings after August will be held on the third Thursday of each month. Mr. Walter will be the hearing officer for the Roger LeClerc hearing which is scheduled for September 15, 1999 at 1:00 p.m. in the Lakewood office.

The Chair called for a motion to approve and authorize the chair to sign the Stipulation and Agreement for Case No. SA99015 in the matter of Ann Grimes Dodson. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to approve and authorize the chair to sign the Stipulation and Agreement for Case No. SA99016 in the matter of Grimes Gaming Corp., dba Easy Street Casino. Ms. Meyer made the motion. Ms. Harris seconded the motion. The motion was adopted.

The City of Black Hawk gave a slide presentation showing the history of Black Hawk.

The meeting was adjourned at 11:45 a.m.

Cindy Raiolo

Colorado Limited Gaming Control Commission
Minutes of Meeting
August 20, 1999

The meeting was called to order by the Chair of the Colorado Limited Gaming Control Commission, Marilyn Wheeler, at 9:03 a.m. on August 20, 1999, at Johnny Nolon's Casino, 301 E. Bennett Avenue, Cripple Creek, Colorado. Present were Commissioners Marilyn Wheeler, Natalie Meyer and Shirley Harris. Absent and excused was Phil Walter. Also in attendance were: Director of the Division of Gaming, Tom Kitts; Chief of Investigations, Huck Henderson; Deputy Chief, Jim Cain; Acting Director of Administration, Linda Petkash; Public Information Specialist, Maren Rubino; Acting Controller, Janet Ford; Communications and Licensing Director, Don Burmania; Chief Auditor, Georgine Zalesky; Supervisor Auditor, Ron Kammerzell; Auditor, Deb Gorham; Investigators, Charles Lindsey, Vic Freburg, Steve Barber, Nick Reisdorff, Laura Manning and Bill Garrett; Agent In Charge of the Cripple Creek Office, Craig Bridgmon; Agent In Charge of the Central City office, Jim Huskey, Agent In Charge of the Lakewood office, Phil Wargo, and Assistant Attorney General, Ceri Williams. Persons making a presentation in executive session were: Mark Wilson and Bob Brown, Colorado Bureau of Investigation. Persons addressing the Commission in public session were: Kip Peterson, Cripple Creek City Administrator; Joe Fiorgio, Cripple Creek Owners Association and Jim Druck, Southwest Casinos.

Ms. Wheeler opened the meeting up to anyone who wanted to address the Commission. Mr. Peterson thanked the Commission for traveling to Cripple Creek and invited them to stay the weekend and enjoy the festivities of the 7th annual MIA and POW celebration. Mr. Fiorgio also welcomed the Commission and thanked them for traveling to Cripple Creek. Mr. Druck thanked the Commission for coming to Cripple Creek and also thanked them for the tax relief they have given this year.

Ms. Wheeler called for a motion to go into executive session at 9:05 a.m. to review reports from the Investigations and Enforcement Section, and the Audit Section of the Division of Gaming and from the Colorado Bureau of Investigation. Ms. Meyer made the motion. Ms. Harris seconded the motion. The motion was adopted.

The meeting was reconvened into public session at 10:04 a.m.

The Chair called for a motion to renew the permanent retail licenses of Teller House Casino, Inc., dba The Teller House Casino; Outlaws Management Company, L.L.C., dba Crooks Palace, L.L.C.; Colorado Grande Enterprises, Inc., dba Colorado Grande Gaming Parlor; Gold Vein Limited Liability Company, dba Black Diamond Casino; Pioneer Group, Inc., dba Bronco Billy's Ltd.; and Dostal Alley, Inc., dba Dostal Alley Saloon & Gambling Emporium. These licenses shall be issued upon expiration of the current license and expire one year from the date of issuance. Further, the Bronco Billy's Ltd. license shall continue to be conditioned upon Calvin Kinney being prohibited from employment of management participation. Ms. Harris made the motion. Ms. Meyer seconded the motion. The motion was adopted.

The Chair called for a motion to renew the permanent operator license of Konczak Corporation etal. This license shall be issued upon expiration of the current license and expire one year from the date of issuance. Ms. Meyer made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to commence hearings on proposed changes to Regulation 47.1-834.2, Regulation 47.1-1017.16, and Rules 8 and 10. Ms. Harris made the motion. Ms. Meyer seconded the motion. The motion was adopted.

Mr. Wargo presented testimony on proposed changes to Regulation 47.1-1017.16, 47.1-834.2 and Rules 8 & 10.

Hearing no comments from the public, the Chair called for a motion to approve changes to Regulation 47.1-834.2, 47.1-1017.16 and Rules 8 & 10 as proposed. Ms. Harris made the motion. Ms. Meyer seconded the motion. The motion was adopted.

The Chair called for a motion to commence hearings on proposed changes to Colorado Limited Gaming Rules 1, 3, 4, 12, 16 and 17.

Mr. Burmania, Ms. Zalesky, Mr. Lindsey and Mr. Kammerzell presented testimony on proposed changes to Rules 1, 3, 4, 12, 16 and 17.

Hearing no comments from the public, the Chair called for a motion to approve changes to Rules 1, 3, 4, 12, 16 and 17 as proposed. Ms. Meyer made the motion. Ms. Harris seconded the motion. The motion was adopted.

The meeting was recessed at 11:55 a.m.

The meeting reconvened at 1:35 p.m.

The Chair called for a motion to approve the Statement of Gaming Revenues, Gaming Taxes and Expenditures for the 12 months ended June 30, 1999, and authorize its distribution. Ms. Meyer made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to authorize the distribution of the Limited Gaming Fund for Fiscal Year 1998-99 as presented. Ms. Meyer made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair presented checks to Mr. Peterson on behalf of the City of Cripple Creek and Ms. Lucille Fehn, County Commissioner, on behalf of Teller County.

The Chair called for a motion to adopt the minutes of the Colorado Limited Gaming Control Commission meeting of July 16, 1999. Ms. Harris made the motion. Ms. Meyer seconded the motion. The motion was adopted.

Ms. Williams presented an Amended Notice of Denial and Order Approving Stipulation and Agreement in the matter of Aristocrat Inc., Case No. GAD 97-0328.

The Chair called for a motion to approve and authorize the Chair to sign the Amended Notice of Denial in the matter of Aristocrat Inc., Case No. GAD 97-0328. Ms. Harris made the motion. Ms. Meyer seconded the motion. The motion was adopted.

The Chair called for a motion to approve and authorize the Chair to sign the Order Approving Stipulation and Agreement in the matter of Aristocrat Inc., Case No. GAD 97-0328. Ms. Harris made the motion. Ms. Meyer seconded the motion. The motion was adopted.

Ms. Williams presented the Order of Summary Suspension for Case No. SS 99-0004 in the matter of Robert Alan Hansen.

The Chair called for a motion to approve and authorize the Chair to sign the Order of Summary Suspension for Case No. SS 99-0004 in the matter of Robert Alan Hansen. Ms. Harris made the motion. Ms. Meyer seconded the motion. The motion was adopted.

A hearing in the matter of Case No. SS 99-0004, Robert Alan Hansen was scheduled for September 15, 1999 after 1:00 p.m. to follow a previously scheduled hearing to be conducted by Mr. Walter.

The Chair called for a motion to excuse Mr. Walter from the meeting. Ms. Meyer made the motion. Ms. Harris seconded the motion. The motion was adopted.

The meeting was adjourned at 2:15 p.m.

Cindy Raiolo

Colorado Limited Gaming Control Commission

Minutes of Meeting

September 16, 1999

The meeting was called to order by the Chair of the Colorado Limited Gaming Control Commission, Marilyn Wheeler, at 9:03 a.m. on September 16, 1999, at Division of Gaming, 1881 Pierce Street, Suite 110, Lakewood, Colorado. Present were Commissioners Marilyn Wheeler, Natalie Meyer, Shirley Harris, Phil Walter and Rob Millman. Also in attendance were: Director of the Division of Gaming, Tom Kitts; Chief of Investigations, Huck Henderson; Deputy Chief, Jim Cain; Acting Director of Administration, Linda Petkash; Public Information Specialist, Maren Rubino; Controller, Janet Ford; Communications and Licensing Director, Don Burmania; Chief Auditor, Georgine Zalesky; Auditor Supervisors, Ron Kammerzell and Brenda Davis; Investigators, Vic Freburg, Steve Bartley, Laura Manning, William Flint, and Will Lukela; Agent In Charge of the Cripple Creek office, Craig Bridgmon; Agent In Charge of the Central City office, Jim Huskey, Agent In Charge of the Lakewood office, Phil Wargo; Assistant Attorney General, Ceri Williams; and Assistant Attorney General, John Baird, conflicts counsel for the Commission. Persons making a presentation in executive session were: Mark Wilson, Pete Mang and Bob Brown, Colorado Bureau of Investigation.

Ms. Wheeler opened the meeting to anyone who wanted to address the Commission. No one responded.

Ms. Wheeler called for a motion to go into executive session at 9:05 a.m. to review reports from the Investigations and Enforcement Section, and the Audit Section of the Division of Gaming and from the Colorado Bureau of Investigation. Mr. Walter made the motion. Ms. Meyer seconded the motion. The motion was adopted.

The meeting was reconvened into public session at 10:55 a.m.

The Chair called for a motion to renew the permanent retail licenses of Old Chicago Cripple Creek, L.P., dba Old Chicago Casino; Midnight Rose Hotel & Casino, Inc.; Gilpin Hotel Venture, dba The Gilpin Hotel Casino, Ltd.; Century Casinos Cripple Creek, Inc., dba Legends Casino; Black Forest Inn, Inc., dba Otto's Casino. These licenses shall be issued upon expiration of the current license and expire one year from the date of issuance. Further, the Otto's Casino license shall be conditioned as follows:

1. The Licensee must complete and provide a minimum bankroll requirement worksheet to the Division for every 15 days of operations. The Division must receive each minimum bankroll requirement worksheet no later than 10 calendar days following the end of each 15-day period.
2. The Licensee must immediately notify the Division, in writing, of any significant change in financial status that may adversely impact the licensee's casino operations.

Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to renew the manufacturer/distributor license of Innovative Gaming Inc. This license shall be issued upon expiration of the current license and expire one year from the date of issuance. Mr. Millman made the motion. Ms. Meyer seconded the motion. The motion was adopted.

The Chair called for a motion to approve the change of ownership as outlined in the investigative report for Horseshoe Casino, LLC, dba Canyon Casino. Mr. Walter made the motion. Mr. Millman seconded the motion. The motion was adopted.

The Chair calls for a motion to renew the manufacturer/distributor license of, and approve the change of ownership as outlined in the investigative report for, Mountain Gaming Distributors, LLC. This license shall be issued upon expiration of the current license and expire one year from the date of issuance. Ms. Harris made the motion. Mr. Walter seconded the motion. The motion was adopted.

The Chair called for a motion to approve the Statement of Gaming Revenues, Gaming Taxes and Expenditures for the month ended July 31, 1999, and authorize its distribution. Ms. Meyer made the motion. Mr. Millman seconded the motion. The motion was adopted.

The Chair called for a motion to adopt the minutes of the Gaming Commission meeting of August 20, 1999. Ms. Harris made the motion. Ms. Meyer seconded the motion. The motion was adopted.

After discussion with Mr. Huskey and Mr. Henderson, the Chair called for a motion to authorize the Division of Gaming to begin lease negotiations and possible purchase options with Gilpin County for the Clark Annex. Mr. Walter made the motion. Mr. Millman seconded the motion. The motion was adopted.

The Chair swore in new Division investigator William Flint.

The meeting was recessed at 11:35 a.m.

The meeting reconvened at 1:20 p.m.

The Chair called for a motion to open the hearing in Case No. GAD 99012 in the matter of the application of Roger Leclerc. Ms. Meyer made the motion. Mr. Walter seconded the motion. The motion was adopted.

The Chair called for a motion to dismiss Charge 3 from the Notice of Denial in the matter of Case No. GAD 99012. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted on a 4-1 vote, with Ms. Meyer voting in opposition.

Ms. Williams, representing the Division, and Chris Whitney, counsel for Mr. Leclerc, gave

opening statements. Ms. Raiolo and Mr. Wargo testified on behalf of the Division. Mr. Medill Barnes, Black Hawk Casino Owners Association, Mr. Gene Feuhrer, CPA, and Mr. Leclerc testified on behalf of Mr. Leclerc.

Ms. Williams asked that the Division's 12 exhibits be placed into the record. Mr. Whitney objected to the inclusion of Exhibit 11, Affidavit of Rennae Jensen-Brown with exhibits. The Chair overruled the objection and the 12 exhibits were entered into the record.

Ms. Williams and Mr. Whitney provided closing arguments.

The Chair announced that the Commission would release its determination in Case No. GAD 99012 in written form at a later date.

There being no further business to come before the Commission, the meeting was adjourned at 5:35 p.m.

Cindy Raiolo

Colorado Limited Gaming Control Commission

Minutes of Meeting

October 14, 1999

The meeting was called to order by the Chair of the Colorado Limited Gaming Control Commission, Marilyn Wheeler, at 9:03 a.m. on October 14, 1999, at Division of Gaming, 1881 Pierce Street, Suite 110, Lakewood, Colorado. Present were Commissioners Marilyn Wheeler, Natalie Meyer, Shirley Harris, Phil Walter and Rob Millman. Also in attendance were: Director of the Division of Gaming, Tom Kitts; Chief of Investigations, Huck Henderson; Deputy Chief, Jim Cain; Acting Director of Administration, Linda Petkash; Public Information Specialist, Maren Rubino; Controller, Janet Ford; Accountant, Vickie Floyd, Auditor Supervisors, Paul Hogan, Brenda Davis; Auditor, Laurie Scott, Investigators, Vic Freburg, Steve Bartley, Laura Manning, Will Lukela, Ralph Henning; Agent In Charge of the Central City office, Jim Huskey, Agent In Charge of the Lakewood office, Phil Wargo; Assistant Attorney General, Ceri Williams; and Assistant Attorney General, John Baird, conflicts counsel for the Commission. Persons making a presentation in executive session were: Mark Wilson and Pete Mang, Colorado Bureau of Investigation. Persons giving a presentation in public session were: Mark Grueskin, Casino Owners Association and Bill Walter, Internal Revenue Service.

Ms. Wheeler called for a motion to go into executive session at 9:04 a.m. to review reports from the Colorado Bureau of Investigation. Mr. Millman made the motion. Mr. Walter seconded the motion. The motion was adopted.

The meeting was reconvened into public session at 9:32 a.m.

The Chair opened the meeting to anyone from the public who wanted to address the Commission. Mr. Grueskin addressed the Commission regarding the Bridge Project. The industry is supporting this project which helps less fortunate youth to get through school and graduate and go on to college. The industry has raised over \$10,000 for this project.

Ms. Wheeler called for a motion to go into executive session at 9:32 a.m. to review reports from the Investigations and Enforcement Section and the Attorney General. Mr. Walter made the motion. Mr. Millman seconded the motion. The motion was adopted.

The meeting was reconvened into public session at 10:10 a.m. and recessed.

The meeting was reconvened into public session at 10:25 a.m.

The Chair called for a motion to renew the permanent retail licenses of: Reynolds Court Partnership Ltd., dba Central Palace Casino Ltd.; G. F. Gaming Corporation, dba The Famous Bonanza Casino Corporation; and Isle of Capri Black Hawk, LLC. These licenses shall be issued upon expiration of the current license and expire one year from the date of issuance. Ms. Harris made the motion. Mr. Millman seconded the motion. The motion was adopted.

The Chair called for a motion to approve the change of ownership as outlined in the investigative report of Mintern Holdings LLC, dba Johnny Nolon's Saloon & Gambling Emporium; Imperial Gaming Corporation, dba Imperial Hotel & Casino Corp.; and Horseshoe Casino LLC, dba Canyon Casino. Mr. Millman made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to approve the change of ownership as outlined in the investigative report and renew the manufacturer/distributor license of Vista Gaming Corporation. Mr. Walter made the motion. Ms. Meyer seconded the motion. The motion was adopted.

The Chair called for a motion to issue a new permanent operator license to; IGT-Colorado Corporation and IGT. These licenses shall be effective at 5:00 p.m. on October 14, 1999 and expire one year from the date of issuance. Mr. Millman made the motion. Mr. Walter seconded the motion. The motion was adopted.

Mr. Bill Walter gave a presentation to the Commission regarding the procedures that the Division and the IRS utilize in their clearance program for gaming license applicants.

Ms. Ford introduced Ms. Floyd to the Commission as the new accountant for the Division.

The Chair called for a motion to approve the Statement of Gaming Revenues, Gaming Taxes and Expenditures for the months ended August 31, 1999, and authorize its distribution. Mr. Millman made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to commence hearings on proposed changes to Colorado Limited Gaming Regulations 47.1-214 and 47.1-1306. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

Mr. Hogan went over minor changes proposed for these rules.

The Chair called for a motion to adopt the changes to Colorado Limited Gaming Regulations 47.1-214 and 47.1-1306. Ms. Harris made the motion. Ms. Meyer seconded the motion. The motion was adopted.

The Chair called for a motion to open to the public the hearings on proposed changes to Colorado Limited Gaming Regulations 47.1-214 and 47.1-1306. Mr. Walter made the motion. Mr. Millman seconded the motion. The motion was adopted.

Hearing nothing from the public the hearing was closed.

The Chair called for a motion to adopt the minutes of the Gaming Commission meeting of September 16, 1999. Mr. Millman made the motion. Ms. Meyer seconded the motion. The motion was adopted.

There being no further business to come before the Commission, the meeting was adjourned at

10:57 a.m.

Cindy Raiolo

Colorado Limited Gaming Control Commission

Minutes of Meeting

November 18, 1999

The meeting was called to order by the Chair of the Colorado Limited Gaming Control Commission, Marilyn Wheeler, at 9:02 a.m. on November 18, 1999, at Division of Gaming, 1881 Pierce Street, Suite 110, Lakewood, Colorado. Present were Commissioners Marilyn Wheeler, Natalie Meyer, Shirley Harris, Phil Walter and Rob Millman. Also in attendance were: Director of the Division of Gaming, Tom Kitts; Chief of Investigations, Huck Henderson; Deputy Chief, Jim Cain; Director of Administration, Linda Petkash; Public Information Specialist, Maren Rubino; Communications and Licensing Director, Don Burmania, Controller, Janet Ford; Chief Auditor Georgine Zalesky, Auditor Supervisors, Ron Kammerzell, Brenda Davis; Auditors, Deb Gorham and Matt Slaney; Investigator Supervisors, Vic Freburg and Laura Manning; Investigators, Will Lukela, Kendal Dittmer, Karl Trump and Kevin Klaus; Agent In Charge of the Central City office, Jim Huskey; Agent In Charge of the Lakewood office, Phil Wargo; and Assistant Attorney General, Ceri Williams. Persons making a presentation in executive session were: Mark Wilson and Pete Mang, Colorado Bureau of Investigation. Persons giving a presentation in public session were: William Westerman, CEO for Riviera Casino, and Manuel Martinez, Attorney for Riviera Casino.

Ms. Wheeler called for a motion to go into executive session at 9:04 a.m. to review reports from the Division of Gaming, State Auditors and the Colorado Bureau of Investigation. Mr. Walter made the motion. Mr. Millman seconded the motion. The motion was adopted.

The meeting was reconvened into public session at 11:18 a.m. and recessed.

The meeting was reconvened into public session at 11:30 a.m.

The Chair called for a motion to renew the permanent retail licenses of: BWBH, Inc., dba Bullwhackers Black Hawk Inc.; Silver Hawk Casino, Inc.; Grimes Gaming Corporation, dba The Lucky Strike Casino at Pete's Place. These licenses shall be issued upon expiration of the current license and expire one year from the date of issuance. Mr. Millman made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to renew the permanent operator and retail licenses of Anchor Coin, Inc., dba Colorado Central Station, Inc. This license shall be issued upon expiration of the current license and expire one year from the date of issuance. Mr. Walter made the motion. Mr. Millman seconded the motion. The motion was adopted.

The Chair called for a motion to issue a new permanent operator license to Vista Gaming Corporation. This license shall be effective at 5:00 p.m. on November 18, 1999 and expire one year from the date of issuance. Ms. Meyer made the motion. Mr. Millman seconded the motion. The motion was adopted.

The Chair called for a motion to issue a new permanent retail license to Riviera Black Hawk,

Inc., dba Riviera Black Hawk Casino. This license shall be effective at 5:00 p.m. on November 18, 1999 and expire one year from the date of issuance. Standard conditions for a retail license shall apply. Mr. Walter made the motion. Ms. Meyer seconded the motion. The motion was adopted.

The Chair opened the meeting up to the public and to the newly licensed businesses to have an opportunity to address the Commission. The Chair asked Vic Freburg to introduce the Riviera representatives to the Commission. Mr. Freburg introduced William Westerman, CEO; Ronald Johnson, President; Duane Krohn, Secretary/Treasurer; Cliff Potter, Compliance Officer; Tom Guth, General Manager; and Manuel Martinez, Attorney. Mr. Westerman addressed the Commission, assuring the Commission that they are a very reputable company and they look forward to doing business in Colorado.

Ms. Ford presented the Statement of Gaming Revenues, Gaming Taxes and Expenditures for the three months ended September 30, 1999.

The Chair called for a motion to approve the Statement of Gaming Revenues, Gaming Taxes and Expenditures for the three months ended September 30, 1999, and authorize its distribution. Mr. Millman made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to adopt the minutes of the Gaming Commission meeting of October 14, 1999. Mr. Walter made the motion. Mr. Millman seconded the motion. The motion was adopted.

The Chair swore in new Investigators Karl Trump and Kevin Klaus.

Ms. Williams presented proposed Stipulation and Agreements in the matter of Creeker's Inc. Case No. SA 99-022 and Colorado Casino Resorts, Inc., dba Double Eagle Resorts, Inc. Case No. SA 99-021.

The Chair called for a motion to approve and authorize the Chair to sign the Order Approving Stipulation and Agreement in the matter of Creeker's Inc. Case No. SA 99-022. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to approve and authorize the Chair to sign the Order Approving Stipulation and Agreement in the matter of Colorado Casino Resorts, Inc., dba Double Eagle Resorts, Inc. Case No. SA 99-021. Mr. Millman made the motion. Ms. Harris seconded the motion. The motion was adopted.

Mr. Kitts provided the Commission with a list of policies adopted by previous Commissions. He indicated the list will be discussed at a future meeting.

Mr. Kitts inquired as to the possibility of conducting a Commission meeting by telephone in early December to discuss a proposed building lease in Central City. The Commission indicated willingness to be available.

There being no further business to come before the Commission, the meeting was adjourned at 11:45 a.m.

Cindy Raiolo

Colorado Limited Gaming Control Commission

Minutes of Meeting
December 16, 1999

The meeting was called to order by the Chair of the Colorado Limited Gaming Control Commission, Marilyn Wheeler, at 9:01 a.m. on December 16, 1999, at Division of Gaming, 1881 Pierce Street, Suite 110, Lakewood, Colorado. Present were Commissioners Marilyn Wheeler, Natalie Meyer, Shirley Harris, Phil Walter and Rob Millman. Also in attendance were: Director of the Division of Gaming, Tom Kitts; Department of Revenue Senior Director, George Turner; Department of Revenue Executive Director, Fred Fisher; Chief of Investigations, Huck Henderson; Deputy Chief, Jim Cain; Director of Administration, Linda Petkash; Public Information Specialist, Maren Rubino; Communications and Licensing Director, Don Burmania, Controller, Janet Ford; Chief Auditor Georgine Zalesky, Auditor Supervisors, Ron Kammerzell, Brenda Davis; Auditor, Flavio Quintana; Investigator Supervisors, Vic Freburg and Laura Manning; Investigators, Will Lukela, Agent In Charge of the Central City office, Jim Huskey; Agent In Charge of the Cripple Creek office, Craig Bridgmon; Accountant, Kevin Langhorn and Assistant Attorney General, Ceri Williams. Persons making a presentation in executive session were: Mark Wilson and Pete Mang, Colorado Bureau of Investigation; State Auditors, Joanne Hill, Monica Bauer and Marty Galvin; Persons giving a presentation in public session were Colorado Casino Owners Association, Lois Rice and Robert McCormack; Rich Nathan attorney for IGT.

Ms. Wheeler called for a motion to go into executive session at 9:02 a.m. to review reports from the Division of Gaming, State Auditors and the Colorado Bureau of Investigation. Mr. Millman made the motion. Mr. Walter seconded the motion. The motion was adopted.

The meeting was reconvened into public session at 11:45 a.m. and recessed for lunch.

The meeting was reconvened into public session at 1:25 p.m.

The Chair opened the meeting to anyone from the public who wanted to address the Commission. Ms. Rice and Mr. McCormack representing the Colorado Casino Owners Association addressed the Commission letting them know that the owners association has adopted the American Gaming Association's Voluntary Guidelines for Casino Marketing and Advertising. They also shared a pamphlet, which is available to the public for responsible gaming and is printed in Spanish with an 800 number at the bottom. Ms. Rice thanked Mr. Huskey for his assistance in getting this project completed.

The Chair called for a motion to renew the permanent manufacturer/distributor license of; MGC, Inc. This license shall be issued upon expiration of the current license and expire one year from the date of issuance. Mr. Millman made the motion. Mr. Walter seconded the motion. The motion was adopted.

The Chair called for a motion to approve the change of ownership as outlined in the respective reports, and renew the permanent retail licenses of; Horseshoe Casino, LLC, dba Canyon Casino and Southwest Casino and Hotel Corp., dba Uncle Sam's Casino. These licenses shall be issued upon expiration of the current license and expire one year from the date of issuance. Ms. Meyer made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to approve the change of ownership as outlined in the respective reports of; Imperial Gaming Corporation, dba Imperial Hotel & Casino Corp., Gold Rush I, LLC, Gold Digger's and Gold Rush I, LLC, dba Gold Rush Hotel and Casino. Ms. Harris made the motion. Ms. Meyer seconded the motion. The motion was adopted.

Ms. Ford presented the Statement of Gaming Revenues, Gaming Taxes and Expenditures for the four months ended October 31, 1999.

The Chair called for a motion to approve the Statement of Gaming Revenues, Gaming Taxes and Expenditures for the four months ended October 31, 1999, and authorize its distribution. Mr. Walter made the motion. Ms. Meyer seconded the motion. The motion was adopted.

The Chair called for a motion to adopt the minutes of the Gaming Commission meeting of November 18, 1999. Mr. Millman made the motion. Mr. Walter seconded the motion. The motion was adopted.

Ms. Williams presented proposed Stipulation and Agreements in the matter of Teller House Casino Inc. Case No. SA 99-017, Roger Shuttleworth Case No. SA 99-018, Richard Coleman Case No. SA 99-019 and IGT, Inc. Case No. SA 99-023.

The Chair called for a motion to approve and authorize the Chair to sign the Order Approving Stipulation and Agreement in the matter of Teller House Casino, Inc. Case No. SA 99-017. Mr. Walter made the motion. Ms. Meyer seconded the motion. The motion was adopted.

The Chair called for a motion to approve and authorize the Chair to sign the Order Approving Stipulation and Agreement in the matter of Roger Shuttleworth Case No. SA 99-018. Mr. Millman made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Chair called for a motion to approve and authorize the Chair to sign the Order Approving Stipulation and Agreement in the matter of Richard Coleman Case No. SA 99-019. Ms. Harris made the motion. Mr. Millman seconded the motion. The motion was adopted.

The meeting was recessed at 1:45 p.m. so the Commission could briefly review the proposed stipulation and agreement for IGT.

The meeting was reconvened at 1:55 p.m.

The Chair called for a motion to approve and authorize the Chair to sign the Order Approving Stipulation and Agreement in the matter of IGT, Inc. Case No. SA 99-023. Mr. Millman made the motion. Mr. Walter seconded the motion. The motion was adopted.

Mr. Nathan spoke briefly to the Commission and read a statement in which IGT commits to releasing a public statement regarding their position on internet gaming.

Mr. Henderson discussed the Clark Annex lease with the Commission letting them know that in January the Division would be before them asking for a supplement for the lease.

The Chair called for a motion to approve the lease of the Clark Annex for a period of four years and authorize the Chair to sign on behalf of the Commission. Mr. Walter made the motion. Ms. Harris seconded the motion. The motion was adopted.

Mr. Kitts went over the proposed change to the Commission policy 93-02 and a new policy 99-01.

The Chair called for a motion to adopt the changes as proposed to Commission Policy 93-02. Mr. Walter made the motion. Mr. Millman seconded the motion. The motion was adopted.

The Chair called for a motion to adopt the proposed policy 99-01. Mr. Millman made the motion. Ms. Harris seconded the motion. The motion was adopted.

The Commission instructed the Division to draft a policy concerning the necessity of in-person investigation of license applicants. The policy will be discussed at the January meeting.

There being no further business to come before the Commission, the meeting was adjourned at 2:00 p.m.

Cindy Raiolo